

**COOK, YANCEY, KING & GALLOWAY**

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July 14, 2006

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When calling relative to this  
matter, refer to file No. 1381

Honorable James H. Welsh  
Commissioner of Conservation  
Office of Conservation  
P. O. Box 94275  
Baton Rouge, Louisiana 70804-9275

Re: **Hosston Formation, Reservoir A**  
**Cotton Valley Formation, Reservoir A**  
**Caspiana Field**  
**DeSoto Parish, Louisiana**

**APPLICATION FOR PUBLIC HEARING**

Dear Sir:

KCS Resources, Inc. hereby makes application pursuant to the revised rules of procedure for a public hearing to consider evidence relating to the following matters pertaining to the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, in the Caspiana Field, DeSoto Parish, Louisiana:

1. To authorize KCS Resources, Inc. to drill, complete and utilize and four additional alternate unit wells on each of HOSS RA SUV and CV RA SUV at the locations in Section 36-T15N-R13W, DeSoto Parish, Louisiana, as shown on the attached plat;
2. To authorize KCS Resources, Inc. to drill, complete and utilize and one additional alternate unit well on each of HOSS RA SU75 and CV RA SU69 at the locations in Section 1-T14N-R13W, DeSoto Parish, Louisiana, as shown on the attached plat;
3. To approve the proposed alternate unit wells as exceptions, as necessary, to the well location provisions of Office of Conservation Order No. 191-B, as to the Hosston Formation, Reservoir A, and Office of Conservation Order No. 191-A, as to the Cotton Valley Formation, Reservoir A.
4. To find that each of the proposed alternate unit wells is necessary to efficiently and effectively drain a portion of the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, underlying the respective units which cannot be efficiently and effectively drained by any other well;
5. To authorize the unit allowable for these Hosston Formation, Reservoir A, and Cotton Valley Formation, Reservoir A, units to be recovered from the any of the wells located on the units, at the discretion of the operator;

**COOK, YANCEY, KING & GALLOWAY**

Office of Conservation  
July 14, 2006  
Page 2

6. To consider and cover such other matters as the Commissioner of Conservation may deem appropriate and necessary under the circumstances.

The Hosston Formation, Reservoir A, in the Caspiana Field, Caddo, DeSoto and Red River Parishes, Louisiana, was defined in Office of Conservation Order No. 191-B, effective April 15, 1975.

The Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo, DeSoto and Red River Parishes, Louisiana, was defined in Office of Conservation Order No. 191-A, effective February 15, 1975; and was further defined in Office of Conservation Order No. 191-A-5, effective February 22, 1983.

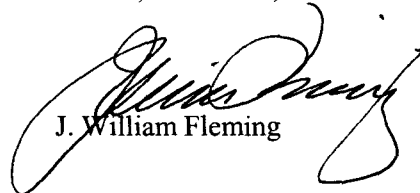
The subject matter of this application does not require the issuance of a Pre-Application Notice.

Any pertinent data relating to this matter can be obtained at the cost of the requesting party, from Mr. Ron Tuminello, 416 Travis Street, Suite 804, Shreveport, Louisiana 71101, at telephone number (318) 425-4789.

The list attached to the copy of this letter being sent to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation includes the names of all Interested Owners, Represented Parties and Interested Parties known to Applicant after a diligent search. A copy of this application, with plats attached, is being sent to each such party. Pursuant to Office of Conservation regulations, such list of parties is being furnished only to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation; however, the list of parties will be provided to any person requesting a copy of it. Also enclosed are the application fees.

Yours very truly,

COOK, YANCEY, KING & GALLOWAY

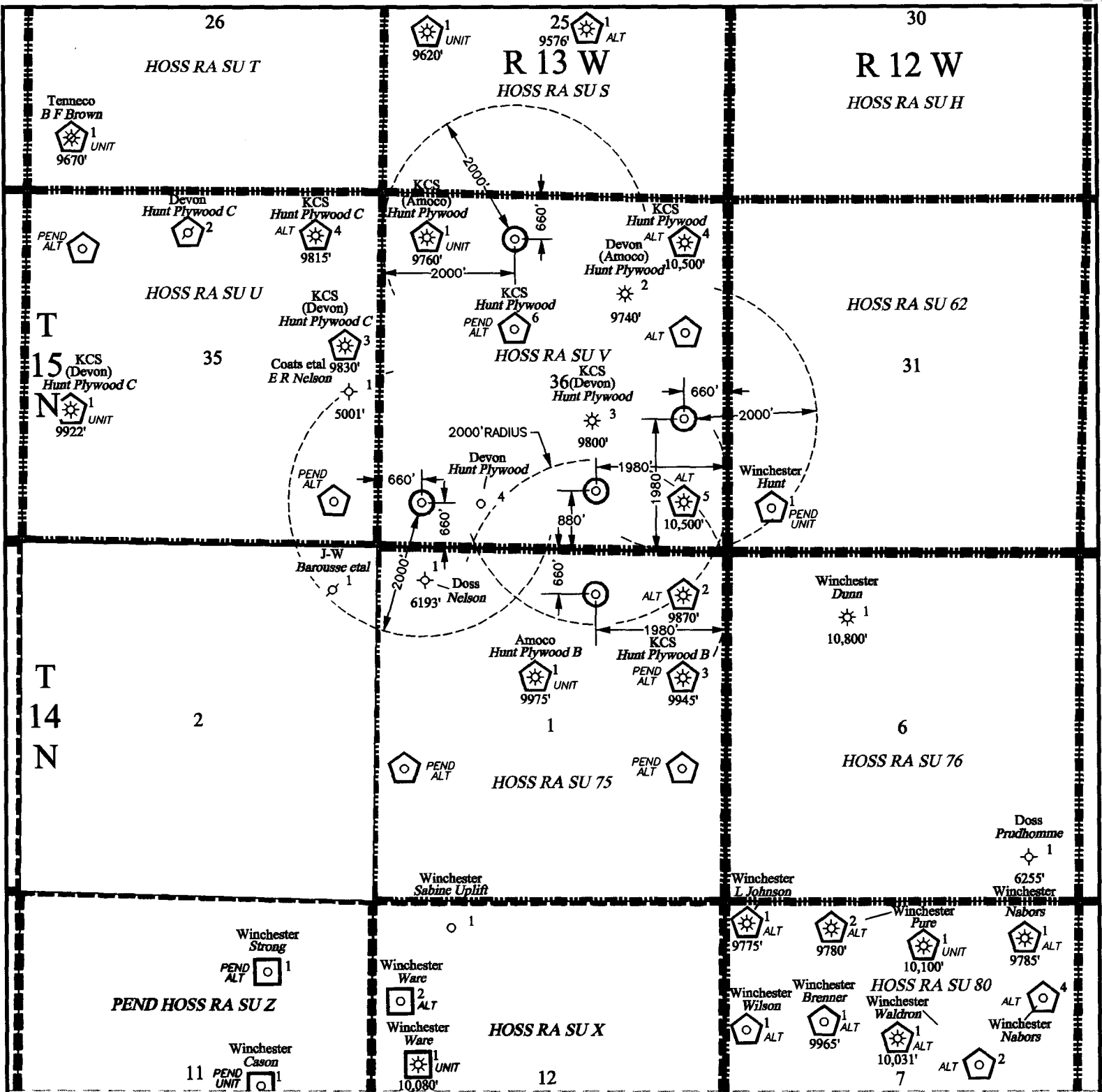


J. William Fleming

jwf:s

Enclosures

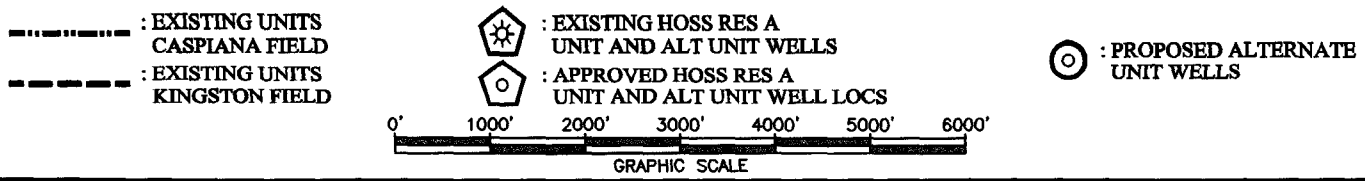
cc: James C. Broussard, District Manager  
Interested Owners, Represented  
Parties and Interested Parties  
Mr. Craig Barclay  
Mr. Ron Tuminello



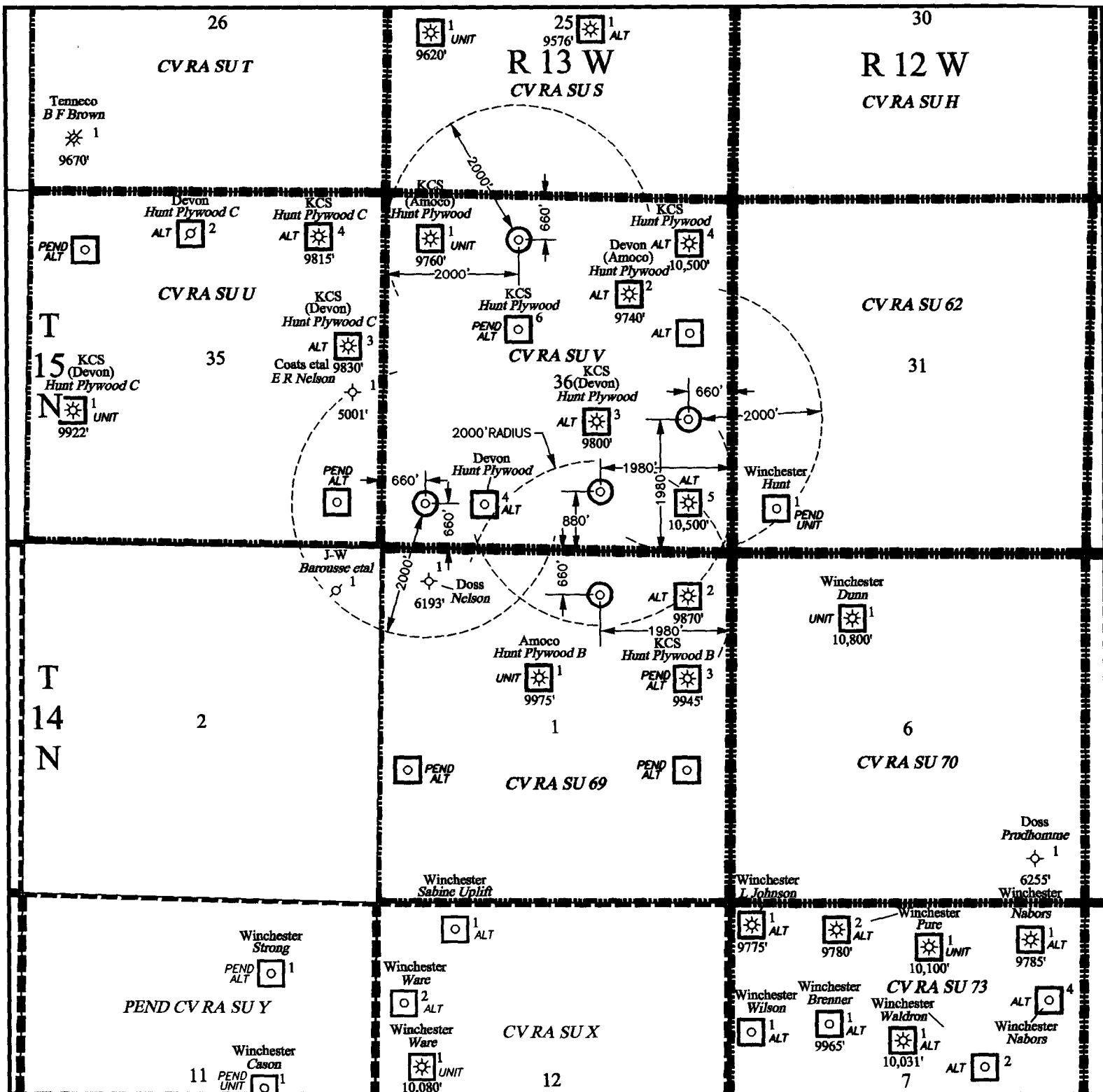
**KCS RESOURCES, INC.**  
TULSA, OKLAHOMA

**CASPIANA FIELD**  
DeSOTO PARISH, LOUISIANA

**PROPOSED  
ALTERNATE UNIT WELLS FOR  
HOSS RA SU V & HOSS RA SU 75**



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**KCS RESOURCES, INC.**  
TULSA, OKLAHOMA

**CASPIANA FIELD**  
DeSOTO PARISH, LOUISIANA

**PROPOSED  
ALTERNATE UNIT WELLS FOR  
CV RA SU V & CV RA SU 69**

----- : EXISTING UNITS  
CASPIANA FIELD  
----- : EXISTING UNITS  
KINGSTON FIELD



☀ : EXISTING CV RES A  
UNIT AND ALT UNIT WELLS  
□ : APPROVED CV RES A  
UNIT AND ALT UNIT WELL LOCS

⊙ : PROPOSED ALTERNATE  
UNIT WELLS

